Advises Local Bodies in the State regarding the Insurance of Motor Vehicles in Mysore Government Insurance Department against third party risks.

OFFICIAL MEMORANDUM

No. LLH 57 GGL 59, DATED BANGALORE, THE 23RD JUNE 1959
(ASHADHA 2, SAKA ERA 1881).

According to sub-section (2) of Section 94 of the Motor Vehicles Act, 1939 (Central Act IV of 1939), all the vehicles owned by or on behalf of Government used for Government purposes unconnected with any commercial enterprises are exempted from insurance against third party risks.

Yet as an administrative convenience and in order to ensure prompt settlement of all claims against Government, as well as Local Bodies in respect of death or bodily injury or damage to the property of third parties, which might arise out of accidents in which the vehicles owned by Government, as well as the Local Bodies are involved, it is desirable to have the vehicles owned by Government as well as the Local Bodies insured against third party risks.

In the Official Memorandum No. FD 51 INS 57, dated the 22nd May 1958 all the Secretaries to Government, Heads of Departments, Divisional Commissioners of Divisions, Deputy Commissioners of Districts and Director of Government Industrial Concerns have been advised to get all the vehicles belonging to the Departments of Government or Government Industrial Concerns, insured in the Mysore Government Insurance Department against third party risks, the cost of insurance being met from the grants of the several Departments.

It is ascertained that in the case of motor vehicles owned by the Local Bodies in the State certain motor vehicles have been insured with private companies and some of the local bodies are not insuring their motor vehicles at all. The amount of premium paid in cases where such vehicles are insured with private companies is more than what would have been payable if they had been insured with the Government Insurance Department.

In the interest of uniformity of procedure and of economy, the various Local Bodies in the State are hereby advised to insure all their motor vehicles whether cars, lorries, or vans, etc., maintained by them in their own interest and in doing so to insure the vehicles only with Mysore Government Insurance Department, the expenditure in this connection being met from out of the funds of the Local Bodies concerned.

P. HONNAPPA,
Deputy Secretary to Government,
Local Self-Government and
Public Health Department.

Period of repayment of Loan under, Middle Income Group Housing Scheme.

READ—

Government Order No. LLH 86 HOS 58, dated 30th May 1959, sanctioning a scheme for implementing the Middle Income Group Housing Scheme.

2. Letter No. HII-28(4) 59, dated 4th June 1959, from the Government of India in the matter.

ORDER No. LLH 86 HOS 58, DATED BANGALORE, THE 24TH JUNE 1959
(ASHADHA 3, SAKA ERA 1881).

In the rules governing the implementation of the scheme appended to the Government order read above, it is provided under Rule No. 13 that the loans granted under the Scheme should be repaid in equated annual or monthly instalments spread over a period not exceeding 20 years.